

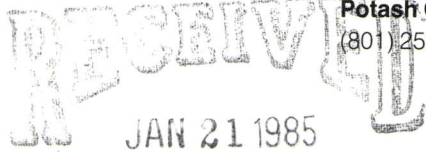


**Texasgulf Chemicals** Co. A Division of Texasgulf Inc.

P.O. Box 1208 Moab, Utah 84532

*File ACT/09/005*  
*Copy to Mary,*  
*PAM*

January 17, 1985



Potash Operations  
(801) 259-7171

Pamela Grubaugh-Littig  
Chief Reclamation Engineer  
State of Utah  
Division of Oil, Gas & Mining  
4241 State Office Building  
Salt Lake City, Utah 84114

DIVISION OF  
OIL, GAS & MINING

RE: Mining Reclamation Plan, Cane Creek Mine, ACT/019/005,  
Folder No. 2, Grand County, Utah

Pamela:

As I stated in our telephone conversation on January 14, 1985, we were very disappointed on October 17, 1984 that you were unable to accompany the team of Steve Cox, Tom Munson, John Whitehead and Everett Hooper on their visit of the operation. We had hoped to discuss with you our desire to postpone further work on the revision of the current mining and reclamation plan until mid-1985. However, we did discuss the subject with those present and was left with the understanding that they would discuss the issue with you.

Currently Texasgulf is investigating the possible expansion of the Cane Creek Mine. The plan, originally submitted by the Moab Potash Operation Engineering staff, is now under review by the Company's Marketing and Research group along with several independent consulting firms to determine the mining feasibility and market potential. Reports have been made to the Texasgulf Board of Directors with the final decision to be made sometime this year.

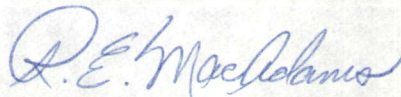
If the plan is approved, and the results so far have been optimistic, it will require a considerable revision to the current mining and reclamation plan due to major changes in mining methods. On the other hand, if the plan were not approved, there are some definite phasing out steps to be taken as production declines over the next few years that would be addressed in the reclamation plan.



January 17, 1985  
Pamela Grubaugh-Littig  
Page 2

It is therefore requested that further work on the mining and reclamation plan be postponed until mid-1985 to allow for a decision on the expansion. As mentioned earlier, this was proposed to the team on their visit to the operation in October, but apparently not discussed with you. I would appreciate your support in delaying the revision, since it could amount to many hours of engineering time wasted.

Sincerely,



R. E. MacAdams  
Safety and Environmental  
Supervisor

REM/dc

cc: R. S. Higgins  
C. H. Huff